

CITY COUNCIL:
BARBARA G. VOLK
Mayor
RON STEPHENS
Mayor Pro Tem
STEVE CARAKER
JERRY A. SMITH, JR.
JEFF MILLER

CITY OF HENDERSONVILLE

The City of Four Seasons

OFFICE OF THE CITY MANAGER

OFFICERS:
JOHN F. CONNET
City Manager
SAMUEL H. FRITSCHNER
City Attorney
TAMMIE K. DRAKE
City Clerk

NOTICE TO JOINT LEGISLATIVE COMMITTEE ON LOCAL GOVERNMENT OF PROPOSED LOCAL GOVERNMENT FINANCING

August 15, 2018

Joint Legislative Committee on Local Government
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Assistant

North Carolina Local Government Commission
3200 Atlantic Avenue
Longleaf Building
Raleigh, North Carolina 27604
Attention: Secretary

Fiscal Research Division
Legislative Office Building
300 North Salisbury Street, Suite 619
Raleigh, North Carolina 27603-5925
Attention: Director

City of Hendersonville, North Carolina Installment Contract

In accordance with N.C. Gen. Stat. §120-157.2(a), the City of Hendersonville, North Carolina (the "City") hereby notifies you of the City's intent to enter into an installment contract under Section 160A-20 of the General Statutes of North Carolina, as amended (the "Contract"), the proceeds of which will be used to pay the capital costs of (1) construction and equipping of a public works maintenance facility; (2) construction of a public restroom facility to be located on Main Street; and (3) improvements to the Whitmire Building, a recreation center, including parking lot expansion/repaving and the replacement of interior flooring (the "Projects").

To secure the City's obligations under the Contract, the City will execute and deliver a deed of trust and security agreement (the "Deed of Trust") under which the City will grant a lien on and create a security interest in all or such portion of the City's fee simple interest in the sites where the Projects will be located, together with all improvements and fixtures located thereon.

The City expects that the Contract will have a term of between 15 and 20 years and that the amount advanced to the City under the Contract will be approximately \$2,500,000, provided, however, that amount could change after the City takes bids for the Projects. The City may pay its obligations under the Contract from any source of funds available to it in each year. The City's obligation to make payments under the Contract is a limited obligation of the City, subject to annual appropriation, and will not constitute a direct or indirect pledge of the faith and credit or the taxing power of the City.

The City will request that the Local Government Commission of North Carolina (the "Commission") consider for approval the City's proposal to execute and deliver the Contract at the Commission's meeting scheduled for October 2, 2018 or at such other meeting as the City and the Commission may determine.

If you have any further questions please feel free to contact me at (828) 233-3218.

CITY OF HENDERSONVILLE, NORTH CAROLINA

By:



Brian Pahle
Assistant City Manager